

THE KCP LIMITED
Registered Office: 'RAMAKRISHNA BUILDINGS'
No 2, Dr. P.V. Cherian Crescent, Chennai - 600 008
CIN : L65991TN1941PLC001128
STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2017

		(Rupees in lakhs)		
Sl No	PARTICULARS	3MONTHS ENDED		YEAR ENDED
		30.06.2017	30.06.2016	31.03.2017
		Unaudited	Unaudited	Audited*
1	REVENUE FROM OPERATIONS	27,336	21,159	94,899
2	OTHER INCOME	224	177	577
3	TOTAL INCOME FROM OPERATIONS	27,560	21,336	95,477
4	EXPENSES			
	(a) COST OF RAW MATERIAL CONSUMED	4,282	5,329	17,825
	(b) PURCHASES OF STOCK IN TRADE			
	(c) CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE	(651)	(1,562)	100
	(d) EMPLOYEES BENEFIT EXPENSE	2,115	1,746	7,848
	(e) POWER & FUEL	6,140	4,326	18,468
	(f) FREIGHT AND FORWARDING EXPENSE	3,162	2,364	10,507
	(g) FINANCE COST	1,042	1,194	4,679
	(g) DEPRECIATION AND AMORTISATION EXPENSE	1,202	1,092	4,787
	(h) EXCISE DUTY	3,658	3,003	13,099
	(i) OTHER EXPENDITURE	3,443	3,211	12,752
	TOTAL EXPENSES	24,394	20,703	90,066
5	PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (3-4)	3,166	633	5,411
6	EXCEPTIONAL ITEMS			
7	PROFIT/(LOSS) BEFORE TAX (5-6)	3,166	633	5,411
8	TAX EXPENSE			
	(a) CURRENT TAX	849	-	377
	(b) DEFERRED TAX	0.41	176	1,494
9	PROFIT/(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (7-8)	2,317	457	3,540
10	PROFIT/(LOSS) FROM DISCONTINUED OPERATIONS			(36)
11	TAX EXPENSE OF DISCONTINUED OPERATIONS			(8)
12	PROFIT/(LOSS) FROM DISCONTINUED OPERATIONS (10-11)			(28)
13	PROFIT/(LOSS) FOR THE PERIOD (9+12)	2,317	457	3,512
14	OTHER COMPREHENSIVE INCOME	(80)	(78)	(309)
15	TOTAL COMPREHENSIVE INCOME (13+14)	2,237	379	3,203
16	EARNINGS PER SHARE (EPS) (FOR CONTINUING OPERATIONS) (Basic and Diluted EPS) - Rs.	1.80	0.35	2.75
17	EARNINGS PER SHARE (EPS) (FOR DISCONTINUED OPERATIONS) (Basic and Diluted EPS) - Rs.	-	-	-0.02
18	EARNINGS PER SHARE (EPS) (FOR DISCONTINUED & CONTINUING OPERATIONS) (Basic and Diluted EPS) - Rs.	1.80	0.35	2.72

Notes :

- The above results for the quarter ended 30th June 2017, were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on 31st August 2017 and Statutory Auditors have carried out limited review.
- The Financial Results of the Company have been prepared in accordance with Indian Accounting Standards (IND AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards), Amendment Rules 2016. The Company adopted INDAS from 1st April' 2017 and accordingly the financial results (including for all the period presented in accordance with IND AS 101 - First time adoption of Indian Accounting Standards) have been prepared in accordance with the recognition and measurement principle laid down in the IND AS- 34-interim Financial Reporting prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued there under and other accounting principle generally accepted in India.
- The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15-2015, dated 30th November 2015, has been modified to comply with requirements of SEBI's circular dated 5th July, 2016, the company has opted to present IND AS compliant financial figures for the corresponding period ended June 30th, 2016 and year ended 31st, March 2017 without subjecting to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of the Company's affairs.
- Expenses are recognised in statement of profit and loss using a classification based on the nature of expense method as per para-99 of IND AS-1, Presentation of financial statements.
- * The results for the year ended 31st March 2017 and quarter ended 30th June 2016 have been restated to comply with IND AS to make them comparable. Further, previous years figures have been regrouped/reclassified, wherever necessary, to confirm with the current period presentation to comply with IND AS.
- Figures for the previous period have been regrouped/reclassified wherever necessary to confirm to the current period presentation.



- (g) Consequent to transition to IND AS, in accordance with para 32 of IND AS 101 - First time adoption of IND AS, reconciliation between net profit under 'Previous Indian GAAP' and Total comprehensive Income as per IND AS for the quarter ended 30th June 2016 is as follows:

		Quarter Ended 30-06-2016
Profit after tax as reported in previous quarter as per Indian GAAP		323.94
a	Re-measurement of defined benefit obligations recognised in other comprehensive income under IND AS	77.77
b	Impact of fair value of provisions	(20.77)
c	Effect of depreciation	85.81
d	Deferred tax on above adjustments	(9.86)
e	Reclassification in accordance with the nature of expenses	
	Cost of material consumed	1050.31
	Employee benefits	(91.06)
	Other expenses	(159.23)
	Power and fuel	(800.02)
		0.00
Net profit under IND AS		456.89
	Actuarial (gain)/loss on defined benefit funds	(77.77)
f	Effect of measuring investment at fair value through other comprehensive income	0.22
Total Comprehensive Income as per IND AS		379.34

- a The company recognises costs relating to its post employment defined benefit plan on actuarial basis both under IGAAP and IND AS. Under IGAAP, the entire cost, including actuarial gains and losses are recognised in Profit and loss. Under IND AS, remeasurement gains and losses are recognised in retained earnings through Other comprehensive income.
- b Under IND AS-109-Financial Instruments, financial liabilities are discounted if the time value is material and the effect of difference in value is given in the profit and loss account.
Under IND AS 16, the cost of an item of property, plant and equipment includes the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, Hence, the estimated cost of dismantling of mines were identified and discounted to the date of the acquisition of mine and capitalised. Depreciation on the same is provided in proportion to the units extracted to the total reserves. Correspondingly, provision created to reflect the current estimate i.e., by discounting till the date of financial statements and difference in discount amount is charged to profit and loss account.
- c Under IGAAP, spares were recognised as part of inventory and charged to Profit and loss as and when consumed. Under IND AS, items of spares which meet the definition of Property, Plant and Equipment (PPE), are capitalised and depreciation is charged on those spares from the date they are available to use i.e., the date of purchase and the WDV of the same is capitalised in IND AS on transition date and depreciated further, resulting in the decrease of depreciation charged to profit and loss.
- d Under Indian GAAP deferred taxes are recognised using Income statement approach i.e., reflecting the tax effects of timing differences between accounting income and taxable income for the period. Under IND AS, deferred taxes are recognised using balance sheet approach i.e., reflecting the tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes using the Income tax rates enacted or substantively enacted at reporting date. Also, deferred taxes are recognised on account of the above mentioned changes.
- e Cost of limestone and coal consumed have been reclassified to primary heads of expenses in statement of profit and loss using a classification based on the nature of expense method as per para-99 of IND AS-1, Presentation of financial statements.
- f Under IGAAP, long-term investments are usually carried at cost. However, when there is a decline, other than temporary, in the value of a long term investment, the carrying amount is reduced to recognise the decline. Under IND AS, Long term Equity investments are re-measured at fair value through other comprehensive income.
As per para no. 44 of IND AS 12, Income Taxes, It is expected there will not be adequate taxable profits for utilizing the temporary differences arising due to fair valuation of investments classified through other comprehensive income and hence no deferred tax asset is being created on such investments.
- g The figures for quarter ended 30th June 2016 have been restated to comply with IND AS to make them comparable with the current period. Further, they have been regrouped/reclassified, wherever necessary, to confirm with the current period presentation.
- (h) Figures have been regrouped wherever necessary.

(BY ORDER OF THE BOARD)



[Handwritten Signature]

V.L. INDIRA DUTT
MANAGING DIRECTOR

Place : Chennai - 600 008

Date : 31st August, 2017

THE KCP LIMITED

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs in Lakhs)

Sl No	PARTICULARS	3MONTHS ENDED		YEAR ENDED
		30.06.2017	30.06.2016	31.03.2017
1	Segment Revenue (Net Sale / Income from each segment)			
a	Engineering	1638	1377	8136
b	Cement	25207	19360	84828
c	Power	1934	1840	7199
d	Hotel	331	133	1135
e	Others / Unallocated	204	292	546
	Total	29314	23001	101844
	Less: Inter segmental Revenue	1754	1665	6367
	Net Sales / Income from Operations	27560	21336	95477
2	Segment Results			
	(Profit (+) / Loss (-) before tax and Interest from each segment			
a	Engineering	(461)	(599)	(1,396)
b	Cement	4,874	2,467	14,118
c	Power	218	342	982
d	Hotel	(253)	(329)	(1,115)
e	Others	(0)	(56)	(130)
f	Other unallocable expenditure(-) net of unallocable Income (+)	(170)	3	(2,366)
	Total	4,208	1,827	10,093
	Less: Interest	1,042	1,194	4,682
	Total Profit Before Tax	3,166	633	5,411
3	Segment Assets			
a	Engineering	11,630	12,102	12,048
b	Cement (*)	59,077	49,777	58,204
c	Power	15,286	15,172	15,560
d	Hotel	10,932	11,950	11,094
e	Unallocated	8,140	8,665	9,039
	Total	1,05,065	97,665	1,05,947
4	Segment Liabilities			
a	Engineering	5,972	5,446	5,858
b	Cement	27,990	24,608	30,389
c	Power	5,462	6,589	6,078
d	Hotel	4,502	5,708	4,666
e	Unallocated	12,588	12,672	12,822
	Total	56,514	55,023	59,812

* NOTE :- Includes Rs. 8524 Lakhs being the Capital Work-in-Progress in respect of Muktyala (Krishna Dist., A.P.) Cement Plant Expansion Project.

